

**UNITED STATES BANKRUPTCY COURT
FOR THE WESTERN DISTRICT OF NORTH CAROLINA
CHARLOTTE DIVISION**

In re:

Dry Erase Designs, LLC,

Debtor.

Chapter 11

Case No. 18-31459

NOTICE OF COMPETING OFFER FOR PROPERTY OF THE DEBTOR

TAKE NOTICE that an *Amended Motion for Authority to Sell Property of the Debtor Free and Clear of Liens* was filed here on October 18, 2018 (the "Motion") (D.E. 55) and that the Trustee has, as of October 30, 2018, received a competing offer as set forth in the Asset Purchase Agreement attached hereto as Exhibit 1 and incorporated herein by reference. As there are two offers for the Debtor's personal property, a hearing on the Motion will be held on November 13, 2018 at 9:30 a.m. in Courtroom 1-4 of the United States Courthouse at 401 W. Trade Street, Charlotte, NC.

This the 30th day of October, 2018.

/s/ Anna S. Gorman

Anna S. Gorman (State Bar No. 20987)

A. Cotten Wright (State Bar No. 28162)

Grier Furr & Crisp, PA

101 North Tryon Street, Suite 1240

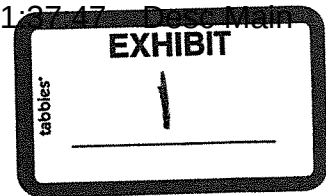
Charlotte, North Carolina 28246

Phone: (704) 332-0207

Fax: (704) 332-0215

Email: agorman@grierlaw.com

Attorneys to the Debtor



ASSET PURCHASE AGREEMENT

THIS ASSET PURCHASE AGREEMENT (this "Agreement") is entered into the ____ day of _____, 2018 by and between **DRY ERASE DESIGNS, LLC** ("Seller"), in its capacity as debtor-in-possession (the "Debtor" or "Seller") and **SCOTT WYLIE and ANDY PRICE** ("Buyer"), with the Seller and Buyer sometimes referred to in this Agreement as a "Party" and collectively as the "Parties."

RECITALS:

A. WHEREAS, Seller formerly operated a business designing and producing dry erase boards and other products known as Dry Erase Designs or DED, at 4623 Dwight Evans Rd., Charlotte, NC 28217 (the "Premises");

B. WHEREAS, on September 27, 2018 (the "Petition Date"), the Debtor filed for relief under chapter 11 of the United States Bankruptcy Code, 11 U.S.C. §§ 101 et seq. (the "Code"), initiating Bankruptcy Case No. 18-31459 pending in the United States Bankruptcy Court for the Western District of North Carolina (the "Bankruptcy Court") (the "Case");

C. WHEREAS, pursuant to Bankruptcy Code §§ 363, 1106 and 1108, among others, Seller has the right and authority to oversee the Debtor's financial affairs and use, sell, lease or otherwise dispose of the Debtor's assets;

D. WHEREAS, Seller desires to sell and Buyer desires to buy the computers, furniture, fixtures and equipment located within the Premises and other assets including Seller's name, customer list, goodwill, IP and website/domain name, a list of which is attached hereto as Exhibit A (the "Assets") for the price and on the terms and conditions set forth below; and

E. WHEREAS, the Parties wish to enter into this Agreement with respect to the aforementioned and related activities.

NOW, THEREFORE, for and in consideration of the foregoing, and the mutual covenants and agreements set forth herein, the parties hereby agree as follows:

1. **Effectiveness of Agreement.** The terms and provisions of this Agreement shall be subject to the condition precedent of approval by the Bankruptcy Court.

2. **Purchase and Sale of Assets.** As of the Closing, Seller shall sell, transfer, convey, assign and deliver to Buyer, and Buyer shall purchase, acquire and accept from Seller, all of the Seller's right, title and interest in the Assets. Buyer has inspected the Assets, is satisfied with the condition of the Assets subject to the right of inspection provided for in this Agreement, and is satisfied that all of the Assets subject to this Agreement are physically located on the Premises except where noted on Exhibit A. Except as specifically provided in this Agreement, Seller makes no representation or warranty, express or implied, statutory or otherwise, of any kind or nature whatsoever regarding the Assets, and any and all such representations and warranties are hereby waived by Buyer and excluded from this Agreement, it being understood and agreed that the Assets are provided "as is" and "with all faults."

3. **Liabilities Not Assumed.** Buyer will assume no liabilities of Seller, including, but not limited to, any liabilities with respect to the Assets.

4. **Purchase Price.** The purchase price for the Assets shall be the sum of Thirty-Six Thousand and Seven Hundred and Fifty Dollars (\$36,750) (the "**Purchase Price**"), payable in cash at Closing.

5. **Bill of Sale.** Seller shall execute a bill of sale (the "**Bill of Sale**"), which is attached hereto as Exhibit B, and deliver the Bill of Sale to Buyer at the Closing.

6. **Closing.** The closing of this transaction (the "**Closing**") will occur on or before _____, 2018 which time shall be within ten (10) days of the entry of an Order authorizing the sale.

7. **Proration of Expenses and Payment of Costs.** Seller and Buyer agree that all property taxes (on a calendar year basis) and utilities shall be prorated as of the date of Closing.

8. **Same Condition.** If the Assets are not in substantially the same condition at Closing as of the date of this Agreement, then the Buyer may terminate this Agreement.

9. **Representations and Warranties of Seller.** Seller represents and warrants to Buyer as follows:

9.1. Subject to any necessary authorization from the Bankruptcy Court, Seller has full power and authority to execute and deliver the Bill of Sale to the Buyer and to consummate the transactions contemplated herein.

9.2. Upon execution and delivery to Buyer of the Bill of Sale and after Bankruptcy Court approval, Buyer will acquire good and marketable title to the Assets free and clear of any and all liens and encumbrances.

9.3. This Agreement and all other documents and agreements executed by Seller and delivered in connection herewith have been duly executed and delivered by Seller and constitute the valid and legally binding obligation of Seller enforceable in accordance with their terms, except as limited by bankruptcy, reorganization or similar laws affecting creditors' rights generally and except as permitted by general equitable principles.

9.4. EXCEPT AS EXPRESSLY SET FORTH IN THIS SECTION, SELLER MAKES NO, AND NO PARTY SHALL BE ENTITLED TO RELY UPON, REPRESENTATIONS OR WARRANTIES AS TO ANY FACT OR MATTER ABOUT THE ACQUIRED ASSETS OR SELLER, AND SELLER HEREBY DISCLAIMS ALL SUCH WARRANTIES AND REPRESENTATIONS. THE ACQUIRED ASSETS ARE BEING SOLD WITHOUT RECOURSE TO SELLER. WITHOUT LIMITING THE FOREGOING, THERE IS NO WARRANTY RELATING TO TITLE, POSSESSION, QUIET ENJOYMENT, FITNESS FOR A PARTICULAR PURPOSE, MERCHANTABILITY, OR THE LIKE IN CONNECTION WITH THIS SALE.

10. Representations and Warranties of Buyer. Buyer represents and warrants to Seller as follows:

10.1. Buyer is two citizens and residents of the state of North Carolina.

10.2. This Agreement and all other documents and agreements executed by Buyer and delivered in connection herewith have been duly executed and delivered by Buyer and constitute the valid and legally binding obligation of Buyer enforceable in accordance with their terms, except as limited by bankruptcy, reorganization, or similar laws affecting creditors' rights generally and except as permitted by general equitable principles.

10.3. Neither this Agreement nor any other document or statement furnished to Seller by Buyer or on Buyer's behalf pursuant to or in connection with the transaction contemplated by this Agreement contains any misstatement of a material fact or omits to state a material fact necessary to make the statements contained herein not misleading.

11. Notices. Unless otherwise specified herein, all notices, requests, demands, payments, consents, and other communications hereunder shall be transmitted in writing and shall be deemed to have been duly given: (i) when hand-delivered; (ii) one (1) day after the date sent by express mail, courier, overnight mail, or other overnight or next-day delivery service with written verification of receipt; (iii) when received when sent by facsimile (with written facsimile confirmation) or electronic mail; or (iv) three (3) days after the date mailed when sent by registered or certified United States mail, postage prepaid, return receipt requested, addressed as follows (or as later provided by a party to the other party by written notice in the manner prescribed herein):

To Buyer: Scott Wylie
swylie@americansafety.com
529 Caleb Road
Shelby NC 28152

Andy Price
aprice@americansafety.com
529 Caleb Road
Shelby NC 28152

To Seller: Dry Erase Designs, LLC
Attn: A. Cotten Wright
Grier Furr & Crisp, PA
101 N. Tryon St., Ste. 1240
Charlotte, NC 28246

12. Miscellaneous Provisions.

12.1. This Agreement and all rights and obligations of the parties shall be construed and governed in accordance with the internal laws and judicial decisions of the State of North Carolina without regard to its conflicts of law principles. The Bankruptcy Court shall

be the exclusive venue to resolve any dispute that should arise between the parties in connection with this Agreement.

12.2. This Agreement, including its exhibits, constitutes the entire agreement and understanding between the parties, and cancels, terminates, and supersedes any prior agreement or understanding between the parties in relation to the subject matter hereof. There are no representations, promises, agreements, warranties, covenants, or understandings other than those contained herein. No amendment of this Agreement shall be effective unless agreed to in writing by both parties.

12.3. The parties hereto shall execute and deliver all documents, provide all information and take or forbear from all such action as may be necessary or appropriate to achieve the purpose of this Agreement.

12.4. The determination that any provision of this Agreement is invalid or unenforceable shall not invalidate this Agreement, and the remainder of this Agreement shall be valid and enforceable to the fullest extent permitted by law.

12.5. Neither party shall assign this Agreement or any of the rights or responsibilities hereunder without the prior written approval of the other party. Any unauthorized attempt to assign this Agreement shall be void and unenforceable.

12.6. This Agreement is binding upon and inures to the benefit of the parties and their respective successors and permitted assigns.

12.7. Neither party shall be construed or held to be a partner, agent, or associate by joint venture or otherwise of the other party. No agent, servant, or employee of either party shall under any circumstances be deemed an agent, servant, or employee of the other party.

12.8. Each party to this Agreement expressly recognizes that this Agreement results from a negotiation process in which each party had the opportunity to be represented by counsel and contribute to the drafting of this Agreement. Accordingly, no legal or other presumptions against the party drafting this Agreement concerning its construction, interpretation or otherwise accrue to the benefit of any party to this Agreement, and each party expressly waives the right to assert such a presumption in any proceedings or disputes connected with, arising out of, or involving this Agreement. The parties hereto further agree that this Agreement shall be construed to effectuate the normal and reasonable expectations of sophisticated parties to similar transactions.

12.9. This Agreement may be executed in several counterparts, each of which shall be deemed to be an original, and all of which, when taken together, shall constitute one and the same instrument even though all the parties are not signatories to the original or the same counterpart.

IN WITNESS WHEREOF, the parties hereto have hereunto executed this Agreement for the purposes herein expressed, the day and year first above written.

SELLER:

DRY ERASE DESIGNS, LLC

By: _____

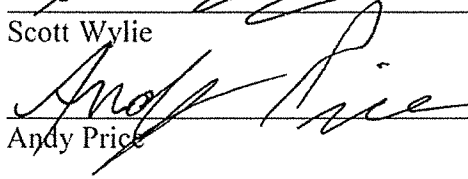
Printed: A. Cotten Wright

Title: _____

BUYER:



Scott Wylie



Andy Price

EXHIBIT A

ASSETS

Furnishings

Office 1

L-Desk

Table Lamp

Side Table

2-Drawer Horizontal File Cabinet

Office 2

L-Shape Desk

Leather Desk Chair

(2) Side Chairs

4-Drawer Vertical Bookshelf

Side Table

Printer Room

Desk

Rolling Desk

Leather Desk Chair

Metro Rock

2-Drawer Vertical File Cabinet

Folding Chair and Stool

Office 3

Office Desk

Office Chair

Stool

Metro Rock

(3) 4-Drawer Vertical Filing Cabinet

(1) Section of Shelving

(2) Bookshelves

Royal Sovereign Lamintor

Computers

Fujitsu Desktop Computer System

HP Desktop Computer System

Dell Desktop Computer System with Twin Monitor

Dell Desktop with Twin Monitors

Portable S Drive

HP Desktop Computer System

All Computer equipment of DED located at the Premises

Production Equip.

Hydraulic Table Lift, 1500 lbs. Cap.

Craftsman Tool Chest

(6) Sections of Metro Rack

Warehouse Ladder

(7) Sections of Pallet Racking, 12' x 41' x 10'

(11) A-Frame Rolling Carts

(3) Rolling Shop Tables

Roper Whitney 152K Hydraulic Shear, Model 152K, SN: 5149-291 16 Ga.

(5) Wooden Shop Tables

Rams Sheet Metal Equipment 166A, Model: 2011, SN: SLO1000

Upright Compressor

Hitachi Mitre Saw, Metal, Laser C10FCHZ

Hitachi Mitre Saw, Wood

North State Table Saw, Single Phase, Model: TSC-10HR, SN: 902011

North State Dust Collector, Model: Ufo-101, SN: Unknown

Kobalt Tool Chest

(2) Global Pallet Jacks

Pallet Jack

Banding Tools and Cart

Yale Forklift, 3 Step Mast, Hydraulic Fork Shift, 8815 Hours Showing, Cushion Tire, Model: GLC050RGNUAE082, SN: E187V156048

Material Cart

County Line Barrel Fan

(3) Sets of Hand Trucks

Hitachi Mitre Saw C10FCE2

Disc Sander

Stoney Craft Double End Bench Grinder

Centreal Machine S-Speed Bench Drill Press

Napa Battery Tender

Misc. Tools

Bolt Cutters

Hydraulic Tire Jack

Dayton Shop Vac

Shop Light

8' Wooden Step Ladder

Dock Plate

Komatsu FG155, SN: 182468A

Supplies off site

Aluminium Coil - pre-paid located at Kloeckner Metals, 1 White Horse Rd., Greenville SC 29605

Other

Name: Dry Erase Designs, LLC

IP

Domain Name/Website (to the extent control may be obtained by Debtor's counsel)

Customer Lists

Goodwill

EXHIBIT B

BILL OF SALE

BILL OF SALE

FOR VALUE RECEIVED, **DRY ERASE DESIGNS, LLC**, (the "Debtor") in the bankruptcy case pending as case number 18-31459 before the U.S. Bankruptcy Court for the Western District of North Carolina ("Seller") hereby grants, sells, assigns, conveys, sets over and transfers to **SCOTT WYLIE AND ANDY PRICE** ("Buyer"), whose address is 529 Caleb Road, Shelby NC 28152, including Buyer's successors and assigns, all of Seller's right, title, and interest in and to: computers, furniture, fixtures, equipment, supplies and other assets including Seller's name, customer list, goodwill, IP and website/domain name, a list of which is attached hereto as Exhibit A (the "Assets") and incorporated herein by reference.

Seller makes no representations or warranties regarding the condition of any of the assets conveyed herein, it being expressly understood and agreed that Buyer has had a full opportunity to inspect said assets to Buyer's satisfaction and Buyer accepts the assets in "as is, where is" condition.

Seller covenants and warrants that Seller has not placed or suffered to be placed any presently existing liens or encumbrances on the assets conveyed herein and will warrant and defend the title to the same against the lawful claims of all persons, claiming by, through, under, or on account of Seller.

IN WITNESS WHEREOF, Seller has executed, signed, and sealed this Bill of Sale and as of _____, 2018.

Dry Erase Designs, LLC
By: A. Cotten Wright

SWORN TO and subscribed before me
this ____ day of _____, 2018.

_____, Notary Public
My commission expires: _____

CHARLOTTE DIVISION

Case No. 18-31459

CERTIFICATE OF SERVICE

The undersigned hereby certifies that copies of the *Notice of Competing Offer for Property of the Debtor* was served on the parties who have requested notice in this case through the Court's electronic filing system as well as to the party listed below.

Nexry, LLC
Attn: Brian Hayes
4604 49th Street N, Suite 1024
St. Petersburg, FL 33709

via email: brian.hayes@bluehouseinc.com

This is the 30th day of October, 2018.

/s/ Anna S. Gorman
Anna S. Gorman
Grier Furr & Crisp, PA
101 North Tryon Street, Suite 1240
Charlotte, North Carolina 28246
Phone: (704) 332-0207
Fax: (704) 332-0215
Email: agorman@grierlaw.com
Attorneys to the Debtor